

Senate File 148 - Introduced

SENATE FILE 148

BY ZAUN

A BILL FOR

1 An Act relating to developer fees for federal low-income
2 housing credits.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. NEW SECTION. 16.35A Developer fees — federal
2 low-income housing credits.

3 1. In qualified allocation plans adopted by the authority
4 for low-income housing credits pursuant to Internal Revenue
5 Code §42, the authority shall not allow fees paid to the
6 developer to exceed an amount equal to ten percent of the total
7 project costs.

8 2. For purposes of the limitation in subsection 1,
9 "*developer*" means the person responsible for initiating and
10 controlling the development process and ensuring that all
11 phases of the development process, or any material portion
12 thereof, are accomplished.

13 EXPLANATION

14 The inclusion of this explanation does not constitute agreement with
15 the explanation's substance by the members of the general assembly.

16 This bill prohibits the Iowa finance authority from allowing
17 a developer fee to exceed an amount equal to 10 percent of the
18 total project costs in qualified allocation plans adopted for
19 federal low-income housing credits.

20 The bill defines "developer" as the person responsible for
21 initiating and controlling the development process and ensuring
22 that all phases of the development process, or any material
23 portion thereof, are accomplished.